

FISCAL NOTE

Bill #: HB0742

Title: Fund summer youth tobacco prevention program

Primary Sponsor: Weiss, S

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
State Special Revenue	\$500,000	\$500,000
Revenue:		
State Special Revenue	\$500,000	\$500,000
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

Department of Labor and Industry

1. Per Section 6, the Statewide Workforce Programs Bureau of the Department of Labor & Industry would assume the responsibility of oversight for the program. In carrying out similar duties for other programs, the department conducts performance tracking, data collection, monitoring and fiscal management for which the department retains 5 percent of the funding for the cost of those services. Based on a 5 percent administrative cost formula, the department would need \$25,000 each year for personal services, benefits, and operating expenditures to provide its oversight responsibilities.
2. Additional workload associated with the implementation of this program is estimated at \$19,846 in FY 2004 and \$19,966 in FY 2005 for total personal services of \$31,810 over the biennium. Operating expenses include communications, travel for monitoring program, network costs, office supplies, rent, CAP, and systems maintenance/support and upgrades for a cost of \$5,154 in FY 2004 and \$5,034 in FY 2005.
3. The youth providers will use the automated tracking system already in place for tracking participants in the WIA programs.
4. The department will transfer \$475,000 per year to the Local Workforce Investment Boards to administer the program pursuant to Sections 3-5 of the bill. When the money is transferred to the local boards, the

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department, as the oversight entity, will provide request for proposal criteria and guidelines on how the grant money is to be distributed to ensure the development of consortium and community partnerships.

5. Per Section 7, the revenue to fund this program is appropriated from the tobacco settlement trust fund established in Article XII, section 4, of the Montana constitution, which is state special revenue.

FISCAL IMPACT:

	FY 2004 <u>Difference</u>	FY 2005 <u>Difference</u>
DOLI (01)		
<u>Expenditures:</u>		
Personal Services	\$19,846	\$19,966
Operating Expenses	5,154	5,034
Transfers	<u>475,000</u>	<u>475,000</u>
TOTAL	\$500,000	\$500,000
 <u>Funding of Expenditures:</u>		
State Special Revenue (02)	\$500,000	\$500,000
 <u>Revenues:</u>		
State Special Revenue (02)	\$500,000	\$500,000
 <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
State Special Revenue (02)	\$0	\$0

TECHNICAL NOTES:

1. The timeframe to administer the program will run throughout the two years, not just at the timeframe stated in Section 5 (2), and include a closeout period of 90 days after the termination of the program.